GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2516
ANSWERED ON:16.03.2007
LOAN FOR PURCHASE OF TRACTORS
Pandey Dr. Laxminarayan

Will the Minister of FINANCE be pleased to state:

(a) the amount of loans provided by the nationalised banks to farmers for buying tractors during the last three years, State-wise;

(b) the amount of recovery made by these banks;

(c) whether the banks have given loans to farmers for purchasing tractors on the basis of the guarantee of Rabi and Kharif crops sown by farmers; and

(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(aj&(b) : Reserve Bank of India and National Bank for Agriculture and Rural Development (NABARD) do not maintain data in the manner asked for.

(c) & (d) : Nationalised Banks provide tractor loans to the farmers keeping in view the size of land holding, quality of soil, irrigation facilities available on the farm and the repaying capacity of the farmers adjudged on the basis of his/her expected annual income stream. The security for tractor loan is the assets created out of bank loan, viz. tractor, trolley, other farm equipments, etc. These loans are not secured by creating charge on the crops grown by the farmers during rabi and kharif season.